

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF BELFRY)	CASE NO. 7341-OO
GAS, INC.)	

O R D E R

On July 19, 1979, the Commission issued its Order in Case No. 7341 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On April 7, 1989, Belfry Gas, Inc. ("Belfry") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective May 1, 1989, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Belfry's notice of April 7, 1989 set out a wholesale increase in price from its supplier in the amount of \$174 or .21 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for increased rates to become effective May 1, 1989.

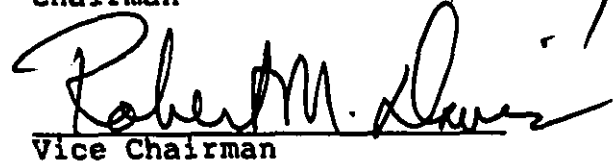
(3) Transmission's increase in rates has no affect on Belfry's retail rates; it is negated by rounding. Belfry has proposed no change in rates. Its application was filed in compliance with the requirements of its PGA clause.

IT IS THEREFORE ORDERED that Belfry's retail rates shall remain the same as those previously approved to be in effect on May 1, 1989 in Case No. 7341-NN.

Done at Frankfort, Kentucky, this 26th day of April, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director